May 9, 2024

Mark J. Langer Clerk of Court United States Court of Appeals for the D.C. Circuit E. Barrett Prettyman United States Courthouse 333 Constitution Avenue, N.W. Washington, DC 20001

Via ECF

RE: CITY OF PORT ISABEL, ET AL. V. FERC, NO. 23-1174 (L) AND CITY OF PORT ISABEL, ET AL. V. FERC, NO. 23-1175 (L) RESPONSE TO RESPONDENT FERC'S RULE 28(J) LETTERS

Dear Mr. Langer,

Petitioners City of Port Isabel *et al.* respond to FERC's May 1, 2024 F.R.A.P. 28(j) letters. FERC omits key distinctions between these cases and *Alabama Municipal Distributors Group, et al. v. FERC*, Nos. 22-1101, *et al.*

In these cases, Petitioners argue that FERC violated 40 C.F.R. § 1502.21(c) by failing to use social cost of carbon even though FERC claimed that it had no other way to evaluate the significance of the projects' greenhouse gas emissions. Opening Br. 51-55, Reply Br. 25-27. Neither *Alabama Municipal* nor the merits arguments in that case's briefs cite this regulation. *Center for Biological Diversity v. FERC*, 67 F.4th 1176 (D.C. Cir. 2023), upon which *Alabama Municipal* relies (Slip Op. 12-13), explicitly declined to address this regulation, holding that petitioners had waived arguments thereon. 67 F.4th at 1185 (distinguishing *Vecinos para el Bienestar de la Comunidad Costera v. FERC*, 6 F.4th 1321 (D.C. Cir. 2021)).

Alabama Municipal also did not address Petitioners' alternative argument here, that FERC could have found the greenhouse gas

emissions at issue here to be facially significant, analogously to FERC's finding that greenhouse gas emissions were <u>in</u>significant in *Northern Natural Gas*, 174 FERC ¶ 61,189 (Mar. 22, 2021). Opening Br. 58. *Alabama Municipal*'s holding that FERC need not apply its draft policy statement, Slip Op. 13, is irrelevant to the argument here. Petitioners' argument is not that the emissions here exceed the policy statement's proposed threshold; it is that these emissions exceed *any* threshold FERC could plausibly adopt. Reply Br. 24-25. *Alabama Municipal* did not cite *Northern Natural* or address FERC's failure to distinguish it.

FERC's actions are evaluated on the basis a particular record, *Sierra Club v. FERC*, 867 F.3d 1357, 1375 (D.C. Cir. 2017) (distinguishing *EarthReports v. FERC*, 828 F.3d 949, 956 (D.C. Cir. 2016)), and the claims presented in the individual case, *Vecinos*, 6 F.4th at 1329 (same); *Center for Biological Diversity*, 67 F.4th at 1185 (distinguishing *Vecinos*). Because the arguments in these cases, and FERC's findings in the administrative record, differ from those in *Alabama Municipal*, *Alabama Municipal* has no bearing on the claims at issue here.

Respectfully submitted,

/s/ Nathan Matthews
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CERTIFICATE OF SERVICE

I hereby certify that, on May 9, 2024, a copy of the foregoing was filed electronically. Notice of this filing will be sent to all parties via the Court's electronic filing system.

<u>/s/ Nathan Matthews</u> Nathan Matthews

Filed: 05/09/2024

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